

ND STATE BONDING FUND

State Investment Board Balance Sheet As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,340,072	\$ 1,528,257
INTERNATIONAL EQUITIES	473,565	481,172
DOMESTIC FIXED INCOME	2,442,428	2,389,301
INVESTED CASH (NOTE 1)	<u>494,537</u>	<u>482,792</u>
TOTAL INVESTMENTS	4,750,602	4,881,522
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	34,411	30,940
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	561,658	760,499
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>283</u>
TOTAL ASSETS	<u>\$ 5,346,671</u>	<u>\$ 5,673,244</u>
LIABILITIES:		
ACCOUNTS PAYABLE	3,522	3,139
SECURITIES LENDING COLLATERAL (NOTE 2)	561,658	760,499
DUE TO OTHER AGENCIES (NOTE 4)	<u>191</u>	<u>0</u>
TOTAL LIABILITIES	565,371	763,638
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	4,909,606	4,900,394
CASH IN DURING YEAR (NOTE 5)	0	0
CASH OUT DURING YEAR (NOTE 6)	0	0
NET INCREASE (DECREASE)	<u>(128,306)</u>	<u>9,212</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>4,781,300</u>	<u>4,909,606</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 5,346,671</u>	<u>\$ 5,673,244</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2002

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 16,489	\$ 185,286
SECURITIES LENDING INCOME	1,308	20,780
	<u>17,797</u>	<u>206,066</u>
 GAIN ON SALE OF INVESTMENTS	 37,117	 344,239
LOSS ON SALE OF INVESTMENTS	<u>38,298</u>	<u>373,671</u>
 NET GAINS (LOSSES) INVESTMENTS	 (1,181)	 (29,432)
 INVESTMENT EXPENSES	 1,062	 11,534
SECURITIES LENDING EXPENSES	1,120	18,142
SIB ADMIN EXPENSES	<u>167</u>	<u>974</u>
 NET INVESTMENT INCOME	 14,267	 145,984
 NET APPREC (DEPREC) MARKET VALUE	 (156,218)	 (274,123)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(6)</u>	<u>(167)</u>
 TOTAL INVESTMENT INCOME	 <u>(141,957)</u>	 <u>(128,306)</u>
 NET INCREASE (DECREASE)	 <u>\$ (141,957)</u>	 <u>\$ (128,306)</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2002

	As of <u>6/30/02</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	\$820,690
SMALL CAP EQUITY	279,071
CONVERTIBLE BONDS	<u>549,613</u>
TOTAL DOMESTIC EQUITIES	1,649,373
INTERNATIONAL EQUITY	538,102
FIXED INCOME	2,423,203
INVESTED CASH (NOTE 1)	<u>494,537</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$5,105,216</u></u>

ND STATE BONDING FUND
Notes To Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.